

'Dollar to have hard time for next 30 years'

Business Correspondent

The US dollar and euro are approaching towards a new equilibrium, providing a reprieve to the weakening dollar in the medium-term. However, the US dollar in long-term is seem to have tough time against euro as the European Monetary Union (EMU) countries will continue to prosper in line with the vision of the European Central Bank (ECB), a US-based forex expert said yesterday.

Joseph Trevisani, Chief Market Analyst at FX Solutions, at Forex 2008 which opened at the Crowne Plaza Hotel yesterday, said that the EMU member states were on the right path of development.

"The EMU member states' economies are growing with a strong support from the ECB. This will lead to develop a much stronger and an ideal place for foreign investors, the position used to be known for the US economy. The US economy for its openness is known among the foreign investors and this has been one of the strongest pillars of the giant US economy over the decades. But with this new realty emerging, the US dollar will have a hard time in next 20 to 30 years as Euro



Joseph Trevisani ... warning

land may take the leading role as one of the most attractive places for foreign investments."

"The euro land is politically stable and is growing with a rapid pace attracting the foreign investors. An ideal growth environment backed by strong economic

In short term, he said, the US dollar will recover shortly and not later than the fourth quarter of 2008.

Joseph, who presented a paper titled 'The Dollar in 2010: Fundamental Trends' said that the US economy would see some relief towards the year end with the dollar getting in better shape against euro." He said: "The Middle East region has a strong base for forex trade and companies in the US using this opportunity to enhance their business base by working with partners in the part of the world."